

# CONSOLIDATED INSURANCE TRUST PERFORMANCE REPORT FOR JULY 2001

9/10/2001

(Returns Net of Fees)

	Assets as of July 31, 2001			* RATES OF TOTAL RETURN						
	EMV \$(000)	Actual Alloc	Policy Alloc (1)	Month Ended (preliminary) Jul-01	Jun-01	Quarter Ended Mar-01      Dec-00      Sep-00			2002 FYTD	Year Ended 6/30/2001
LARGE CAP EQUITY										
Value										
LSV	20,204	2.0%	1.9%	1.19%	8.10%	-0.57%	7.52%	11.45%	1.19%	28.80%
RUSSELL 1000 VALUE				-0.21%	4.88%	-5.86%	3.60%	7.86%	-0.21%	10.33%
Growth										
Alliance Capital	21,308	2.1%	1.9%	-3.26%	10.03%	-20.15%	-17.25%	-4.04%	-3.26%	-30.23%
RUSSELL 1000 GROWTH				-2.50%	8.42%	-20.90%	-21.35%	-5.38%	-2.50%	-36.18%
Core										
State Street	80,695	7.9%	8.6%	-0.98%	5.81%	-11.93%	-7.82%	-1.05%	-0.98%	-15.00%
S&P 500				-0.98%	5.85%	-11.86%	-7.82%	-0.97%	-0.98%	-14.83%
TOTAL LARGE CAP DOM. EQUITY	122,208	11.9%	12.3%	-1.04%	6.91%	-11.64%	-6.50%	2.03%	-1.04%	-9.87%
S&P 500				-0.98%	5.85%	-11.86%	-7.82%	-0.97%	-0.98%	-14.83%
SMALL CAP EQUITY										
SEI Investments	56,962	5.6%	5.9%	-3.30%	N/A	N/A	N/A	N/A	-3.30%	N/A
RUSSELL 2000 + 200 bp				-5.24%	N/A	N/A	N/A	N/A	-5.24%	N/A
TOTAL SMALL CAP DOM. EQUITY	56,962	5.6%	5.9%	-3.30%	14.24%	-9.39%	-10.36%	3.24%	-3.30%	-4.21%
RUSSELL 2000				-5.41%	14.29%	-6.51%	-6.91%	1.11%	-5.41%	0.57%
CONVERTIBLES										
Trust Company of the West	112,813	11.0%	11.8%	-2.96%	4.74%	-10.11%	-13.01%	3.09%	-2.96%	-15.57%
F.B. CONVERTIBLE SECURITIES INDEX				-1.97%	4.12%	-6.24%	-12.31%	2.95%	-1.97%	-11.87%
INTERNATIONAL EQUITY - Core										
Capital Guardian	73,802	7.2%	8.2%	-3.30%	0.94%	-8.89%	-7.10%	-11.54%	-3.30%	-24.42%
MSCI 50% HEDGED EAFE INDEX (2)				-2.74%	0.15%	-10.44%	-3.47%	-8.07%	-2.74%	-20.41%
FIXED INCOME										
Core - Index										
Bank of North Dakota	261,700	25.6%		2.46%	0.31%	3.29%	4.24%	2.79%	2.46%	11.02%
BND Match CD's	15,611	1.5%		0.47%	1.35%	1.44%	1.47%	1.49%	0.47%	5.88%
Total Bank of North Dakota	277,311	27.1%	26.1%	2.34%	0.36%	3.20%	4.11%	2.72%	2.34%	10.76%
LB GOVT/CORP				2.49%	0.30%	3.20%	4.37%	2.87%	2.49%	11.13%
Core Bond										
Western Asset	345,492	33.7%	31.9%	2.46%	1.18%	3.42%	4.29%	3.20%	2.46%	12.62%
LB AGGREGATE				2.24%	0.56%	3.03%	4.21%	3.01%	2.24%	11.22%
TOTAL FIXED INCOME	622,803	60.8%	58.0%	2.41%	0.81%	3.32%	4.20%	2.99%	2.41%	11.77%
LB GOVT/CORP				2.49%	0.30%	3.20%	4.37%	2.87%	2.49%	11.13%
CASH EQUIVALENTS										
BND - Money Market Account	35,510	3.5%	3.7%	0.32%	1.00%	1.40%	1.62%	1.71%	0.32%	5.85%
90 DAY T-BILLS				0.33%	1.12%	1.51%	1.63%	1.51%	0.33%	5.90%
TOTAL FUND	1,024,098	100.0%	100.0%	0.56%	2.65%	-1.91%	-1.08%	1.69%	0.56%	1.30%
POLICY TARGET BENCHMARK				0.56%	2.29%	-1.50%	-0.50%	1.38%	0.56%	1.63%
TOTAL VALUE ADDED DUE TO										
Asset Mix				0.09%	-0.15%	0.00%	-0.08%	0.36%	0.09%	0.13%
Active Management				-0.09%	0.51%	-0.42%	-0.50%	-0.05%	-0.09%	-0.46%
Total Value Added				0.00%	0.36%	-0.42%	-0.58%	0.31%	0.00%	-0.33%

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.

(2) Prior to October 1, 2000, the benchmark for this asset class was the MSCI *Unhedged* EAFE Index.

\* NOTE: Monthly returns and market values are preliminary and subject to change.  
Returns are net of management fees.